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DPD-0844-60

29 January 1960

25X1C4c



25X1C4a

REF:

Gentlemen:

Your invoices numbered 5003-9 and 5003-10 have been audited and processed for payment in the amount of \$10,121.55 which is \$5,000.00 less than the total amount billed.

The above amount has been deducted in accordance with the Patent Rights and Reporting of Royalties Clauses (16 f) and (20 d) of the contract which state in part that after payment of 80% of the contract price, further payment shall be withheld until a reserve of 10% of the contract price or \$5000.00, whichever is less, shall be withheld until certain reports have been compiled with.

For your information, we previously withheld \$5,000.00 in accordance with the above mentioned clauses from invoice 5003.5. However, on invoice 5003-7 you billed costs from inception of contract to 30 September 1959, less all funds previously received. This resulted in your recovery of the amount withheld. Since Amendment No. 1 had added additional funds to the contract, your recovery of the amount withheld was correct since you had not been paid 80% of the amended contract price.

Rather than releasing these funds again if the contract price is amended, we prefer to withhold the \$5,000.00 until you have complied with the Patent & Royalties clause, at which time, we will release as a supplemental payment to invoice 5003-9, the amount withheld.

Yours very truly,

25X1A9a



Dist:

- 2 - Addressee
- 1 - Contract/RS8036 (Posting)
- 1 - Chief Contracts Branch

Approved For Release 1999/09/08 : CIA-RDP81B00879R000100160041-3

1 - Chrono

HEB:nh/DPD-Fin/29 January 1960

DOCUMENT NO. _____
NO CHANGE IN CLASS. ☒
☐ DECLASSIFIED
CLASS. CHANGED TO: TS S C 2012
NEXT REVIEW DATE: _____
AUTH: HB TO-2
DATE: 7/1/82 REVIEWER: 064540

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